

Duke Mine

cc: Paul

8/037/096

June 14, 2006

Mr. Doug Jensen
Division of Oil, Gas, & Mining
1594 West North Temple
P.O. Box 145801
Salt Lake City, Utah 84114

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JUN 19 2006
DIV. OF OIL, GAS & MINING

Dear Doug:

I have had a lengthy conversation with Will Stokes at SITLA this afternoon. Will tells me that the three contracts in question: Contract ML 47316.0, covering 643.40 acres, Contract ML 47318.0, covering 638.32 acres, and Contract ML 47323.0, covering 640.0 acres, all in San Juan County, Utah, are set to expire on August 31, 2006, not on July 31, as we were previously informed.

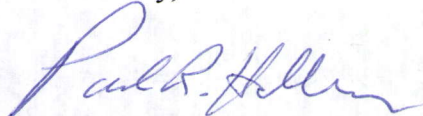
We will evaluate the situation and make a decision on whether to work toward an extension, or to bid on those lands when they come up for re-bid in mid-October.

In the meantime, we would like to be in a position to evaluate potential leases on other SITLA lands in the territory east of the Duke Mine. The area we are interested in would lie inside Townships 29, 29½, and 30 South, Range 24, 25, and 26 East.

We would appreciate it very much if you could provide us with a list of those sections in that area which are now available for mineral lease.

Thank you for all your assistance.

Sincerely,



Paul R. Hollrah
1205 East 10th Street
Sand Springs, OK 74063